

**POLICE AND FIRE RETIREMENT SYSTEM
OF THE
CITY OF DETROIT**

**MEETING NO. 3246
THURSDAY, OCTOBER 3, 2019
9:00 A.M.**

A G E N D A



**CHAIRPERSON: MATTHEW GNATEK
VICE CHAIRPERSON: MEGAN MOSLIMANI**

"With advance notice of seven calendar days, the City of Detroit will provide interpreter services at public meetings, including language translation and reasonable ADA accommodations. Please contact the Civil Rights, Inclusion and Opportunity Department at (313) 224-4950 through the TTY number 711, or e-mail crio@detroitmi.gov to schedule these services".

Questions regarding this notice may be sent to the LEP Coordinator in the CRIo Department by email at crio@detroitmi.gov or by phone at (313) 224-4950. Those interested in requesting interpretation or translation services for their department may also contact the LEP Coordinator for assistance in coordinating these services.

Please silence cell phones and to ensure there are no distractions, refrain from personal phone calls/conversations during "open meeting." There is a lobby area to conduct personal business.

ROLL CALL: Excused:

AGENDA APPROVAL

<u>DROP APPLICATIONS</u>	PAGE 4
<u>RETIREMENT APPLICATIONS</u>	NONE
<u>HYBRID APPLICATIONS</u>	PAGE 4
<u>RECEIPTS</u> (ACKNOWLEDGE ONLY)	PAGE 5
<u>DISBURSEMENTS</u>	SEPARATE SUBMISSION
REFUNDS (ANNUITY WITHDRAWALS)	SEPARATE SUBMISSION
EMPLOYEE LOANS	SEPARATE SUBMISSION
MINUTES FOR DISTRIBUTION:	None
<u>MINUTES FOR APPROVAL:</u>	September 5 th , 2019
MINUTES UNAVAILABLE:	September 19 th , 2019

ASSISTANT EXECUTIVE DIRECTOR'S REPORT

- NAGDCA Conference Report
- Roundtable on Retirement- Police

EXECUTIVE DIRECTOR'S REPORT

CHIEF INVESTMENT OFFICER'S REPORT

PUBLIC COMMENT

PUBLIC RELATIONS ADVISOR'S REPORT

LOBBYIST'S REPORT

GENERAL COUNSEL'S REPORT

MEDICAL DIRECTOR'S REPORT

COMMITTEE REPORT

FOR REVIEW

[Cohen Milstein Securities Litigation Report](#)
[Kirby McInerny Securities Litigation Report](#)

TABLED MOTIONS/DISCUSSIONS

01/24/2019 Meeting # 3230: Table of Motion regarding Mr. Raby and Mr. Zawislak's Retirement Benefits. Motion made by Gregory Trozak; supported by John Serda.

PRESENTATION SCHEDULE

OCTOBER 03, 2019

10:00 A.M. – Gabriel Roeder Smith and Company: [Option Factors Discussion](#)

10:30 A.M. – [ORG- Real Estate Consultant](#)

OCTOBER 17, 2019

10:00 A.M. – Motley Rice

10:30 A.M. – Smith Graham

11:30 A.M. –

12:00 P.M. –

DROP APPLICATIONS

NAME, TITLE, DEPARTMENT	Jelani R. Dew - Police Officer - Police
RETIREMENT TYPE-PLAN	Drop - New
SERVICE CREDIT-EFFECTIVE DATE	15 06 17 – 08 28 19
NAME, TITLE, DEPARTMENT	Jessica A. McDonald - Police Officer -
RETIREMENT TYPE-PLAN	Police
SERVICE CREDIT-EFFECTIVE DATE	Drop - New 14 10 29 – 09 17 19
NAME, TITLE, DEPARTMENT	Edward P. Obidzinski - Police Officer -
RETIREMENT TYPE-PLAN	Police
SERVICE CREDIT-EFFECTIVE DATE	Drop - New 15 00 03 – 09 16 19
NAME, TITLE, DEPARTMENT	Phillip B. Parham - Police Officer - Police
RETIREMENT TYPE-PLAN	Drop - New
SERVICE CREDIT-EFFECTIVE DATE	15 08 26 – 05 17 19
NAME, TITLE, DEPARTMENT	Nathaniel Womack - Police Officer - Police
RETIREMENT TYPE-PLAN	Drop - New
SERVICE CREDIT-EFFECTIVE DATE	14 11 24 – 07 24 19

HYBRID APPLICATION

NAME, TITLE, DEPARTMENT	Janet L. Patuna - Police Detective - Police
RETIREMENT TYPE-PLAN	Hybrid - Vested

RECEIPTS:

The Board received the following receipts for Acknowledgment:

Cash Receipts Company: RSCD-PFRS		Cash Account: HYBLIQRES Start Date: 9/13/2019 End Date: 9/25/2019				
Doc. Date	Module	Tran. Type	Doc. Nbr.	Description	R/C	Receipt
9/13/2019	GL			Post tax annuity contributions 9-13-19		9,556.50
9/13/2019	CA	Cash Entry	001504	Pre tax pension contributions 9-13-19	R/C	282,119.17
9/20/2019	GL			Post tax annuity contributions 9-20-19.		11,358.78
9/20/2019	CA	Cash Entry	001516	Pre tax pension contributions 9-20-19	R/C	103,440.90
						406,475.35
Cash Receipts Company: RSCD-PFRS		Cash Account: LIQUID RES Start Date: 9/13/2019 End Date: 9/25/2019				
Doc. Date	Module	Tran. Type	Doc. Nbr.	Description	R/C	Receipt
9/18/2019	CA	Cash Entry	001517	Loan Program Deductions 9-13-19 (\$84,232.58)	R/C	84,232.58
9/25/2019	CA	Cash Entry		Loan Program Deductions 9-20-19	R/C	27,922.14
						112,154.72
Total Receipts						<u>518,630.07</u>

DISABILITY RETIREMENT APPLICATIONS

MEMBER INFORMATION		APPROVE	DENY	TABLE	APPEAL
NAME/PENSION NUMBER	KEVIN KING - 234543				
TITLE/DEPARTMENT	POLICE OFFICER- DPD				
DISABILITY TYPE/PLAN	DUTY -- Dept. Application				
MEDICAL DIRECTOR'S RECOMMENDATION					
Date Examined:	11/05/2018				

MEMBER INFORMATION		APPROVE	DENY	TABLE	APPEAL
NAME/PENSION NUMBER	ROBERT NILL - 236951				
TITLE/DEPARTMENT	CORPORAL POLICE OFFICER- DPD				
DISABILITY TYPE/PLAN	DUTY -- Dept. Application				
MEDICAL DIRECTOR'S RECOMMENDATION					
Date Examined:	09/04/2019				

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MEMBER INFORMATION		APPROVE	DENY	TABLE	APPEAL
NAME/PENSION NUMBER	JENNIFER MADDOX - 238168				
TITLE/DEPARTMENT	SERGEANT - DPD				
DISABILITY TYPE/PLAN	NON-DUTY- Member Application				
MEDICAL DIRECTOR'S RECOMMENDATION					
Date Examined:	09/19/2019				

MEMBER INFORMATION		APPROVE	DENY	TABLE	APPEAL
NAME/PENSION NUMBER	GERALD NORRIS - 226104				
TITLE/DEPARTMENT	FIRE FIGHTER - DFD				
DISABILITY TYPE/PLAN	NON-DUTY- Member Application				
MEDICAL DIRECTOR'S RECOMMENDATION					
Date Examined:	09/04/2019				

RETURN TO WORK

MEMBER INFORMATION		APPROVE	DENY	TABLE	RTW
NAME/PENSION NUMBER	SAMUEL ANDERSON - 240360				
TITLE/DEPARTMENT	POLICE OFFICER- DPD				
DISABILITY TYPE/PLAN	DUTY				
MEDICAL DIRECTOR'S RECOMMENDATION					
Date Examined:					

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POLICE AND FIRE MEETING SCHEDULE 2019

<u>DAY</u>	<u>DATE</u>
THURSDAY	*OCTOBER 03, 2019
THURSDAY	OCTOBER 17, 2019
THURSDAY	*NOVEMBER 07, 2019
THURSDAY	NOVEMBER 21, 2019
THURSDAY	*DECEMBER 05, 2019

DISABILITY AND RE-EXAM REPORTING

2019 MEETING SCHEDULE

INVESTMENT COMMITTEE OF THE POLICE AND FIRE RETIREMENT SYSTEM

<u>DAY</u>	<u>DATE</u>	<u>TIME</u>	<u>LOCATION</u>
MONDAY	NOVEMBER 25, 2019	10:00 A.M.	CONFERENCE ROOM

*ALL MEETINGS BEGIN AT 10:00 A.M. UNLESS NOTED DIFFERENTLY AND WILL BE IN THE BOARD CONFERENCE ROOM.

FOCUS LIST- UNDERPERFORMERS

Northpointe (US Equity Investment Manager) -Large Cap Value- Placed on Focus List September 2017- Three year investment performance below policy and peer universe median

LA Capital (Non-US Equity Investment Manager) Emerging Markets- Placed on Focus List December 2017- Three year investment performance below policy and median

TT International (Non-U.S. Equity) Developed Markets –Placed on Focus List June 2019 – Three year investment performance below policy and peer universe median.

Smith Graham & Company (Core Fixed Income) Placed on Focus List December 2018- Three year investment performance below policy and peer universe median.

Brown Brothers (Fixed Income) U.S. TIPS - Placed on Focus List June 2019- Three year investment performance below policy and median.

FOCUS LIST- OUTPERFORMERS

Wells Capital Small Cap Growth (U.S. Equity) Small Cap Growth- They have outperformed their index by nearly 6% over the trailing three years, ranking near the top 1/3 of peers in their universe. Additionally, over the past three quarters, while the market was down -5.7%, Wells protected capital, down just -3.3%.

Deroy & Devereaux (U.S. Equity) All Cap Value- Deroy & Devereaux, a manager that is part of the diverse owned/emerging manager program, outperformed its index by over 3% during Q2 2019 and added over 2% during the trailing three years-ranking in the top quartile of peers.

Johnston International Equity (Non-US Equity Investment Manager) Johnston's performance over the past five years has them ranked in the top 5% of peer Non-U.S. Equity Investment Managers. Also notable, Johnston protected value in the 4Q 2018 sell off and participated in the 1Q 2019 recovery, outperforming by 6% in the trailing three quarters.

Lazard Emerging Markets (Non-US Equity Investment Manager) Lazard was recently included on the focus list for underperformance given high quality orientation; however, they protected assets in the 4Q 2018 sell-off, and participated in the 1Q 2019 recovery, outperforming nearly 2/3 of peers over the trailing one year.

Baird Advisors Core Bond (Fixed Income) Baird has outperformed its benchmark, NOF, 12 of the last 14 quarters. Over the trailing three years, Baird has added 0.72% over the index and ranks in the top quartile of its peers.

COMMITTEES

FINANCE – BERENT, GNATEK, JONES, NAGLICK, PEGG, ORZECH AND WATSON

JOINT PERSONNEL – PFRS: NAGLICK, PEGG, AND SERDA

GRS: NICKLEBERRY, SHEEHAN AND HALL-WAGNER

POLICY – GNATEK, JAMES, JONES, MOSLIMANI AND PEGG

PUBLIC RELATIONS –GNATEK, NAGLICK, PEGG AND ROBERSON EXECUTIVE STAFF: EXECUTIVE DIRECTOR DAVID CETLINSKI, ASSISTANT EXECUTIVE DIRECTOR KELLY TAPPER AND GENERAL COUNSEL RONALD KING